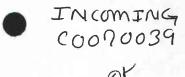


Canyon Fuel Compa Soldier/Dugout Canyon Mine P.O. Box 1029 Wellington, Utah 84542 (435)637-6360 Fax: (435)636-2897



August 28, 2003

Ms. Pamela Grubaugh-Littig Department of Natural Resources Division of Oil, Gas and Mining 1594 West North Temple **Suite 1210** Salt Lake City, UT 84114-5801

Revisions to Methane Degassification Amendment, Wells G-1, G-2, and G-3,

Canyon Fuel Company, LLC, Dugout Mine, C/007/039

Dear Ms. Grubaugh-Littig:

Enclosed please find four copies of the submittal to address revisions to the methane degassification wells amendment for Dugout Canyon Mine. The information provided in the degassification amendment is to be kept in a separate binder and not incorporated into the M&RP binders. However, Appendix 5-6, Reclamation Bond of the M&RP is part of this amendment and has received revisions and will need to be incorporated into the M&RP binders once this amendment has been approved. Wayne Western has reviewed the bond and we are submitting it for incorporation in the M&RP.

The information provided addressed concerns of the reviewers. The productivity letter from the NRCS has not yet been received. The notification letter to the land owner will be written once the amendment has been approved, a copy of the letter will be incorporated into the amendment at a later date. Attached is a explanation associated with several concerns, which should answer questions which may arise and explain why concerns have been addressed a certain way.

An additional copy of the submittal has been delivered to the Price Field Office.

Please contact Vicky Miller at (435) 636-2869, if there are any questions concerning this submittal.

Sincerely yours, Vuly & Miller

Vicky S. Miller

Chris Hansen (no enclosures) Cc:

> Dave Spillman (enclosures) Pete Hess (enclosures)

COO 700392003, Jucoming Refer to: □ Confidential Shelf Expandable

Date 8280 Bor additional information

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## **Technical Explanation**

R645-301-121.200 In Section 342 we had described where the rocks and vegetation were going to be stored, which was unclear to you as was the "how" they were to be stored. Due to previous conversations with Division personnel the vegetation was not to be incorporated into the topsoil due to it's size and was not to be burned and due to the current findings the "perimeter" was not a clear location and "if there considerable amounts of debris, the area required and duration of storage could negatively impact undisturbed areas". Too much time has been spent determining what will be done with the vegetation grubbed from the site, therefore we have committed to haul it from the site for disposal. Since the vegetation is to be hauled from the site, any rock which is of a size that cannot be incorporated into the topsoil stockpile will be hauled from the site for disposal. See Section 232.600. Mulching was suggested however we have checked local rental companies to determine the availability of a shredder and they are not available for rent. They are considered a high risk rental and they are no longer available.

R645-301-323.200 The location of Plate 3-2 was a decision made by Division personnel, when raptor nest locations were considered sensitive. The permittee has no problem with it being removed from the confidential folder and placed in the M&RP. Refer to C-2 form.

R645-301-322; -333 No potential for adverse effects of mine water consumption to the four Colorado River endangered fish species by the drilling of the degas wells. No water consumption planned for the degas wells, except for water purchased and hauled to the site. The wells will be air drilled which requires very little water. Should water be encountered in perched aquifers during drilling, they will be sealed, see Section 728.300.

R645-301-341 California Brome seed was not included in the seed mix, since the seed is purchased from growers in California and is not likely to germinate well. The other recommended changes have been made and Kentucky bluegrass was added as it was inventoried during the vegetation survey and by adding it to the seed mix, it contributes to diversity in the mix.

R645-301-131 A resume for Layne Jensen, EarthFax Engineering has been added to Attachment 2-2.

## Recommendations - Priscilla Burton

2h:1v Slope would require additional area to be disturbed. The permittee has committed to keep the disturbance to a minimum and the majority of the stockpiled topsoil will be redistributed in less than a month and thus reducing the pile immediately following well construction.

Mulching - see R645-301-121.200 above.

## APPLICATION FOR COAL PERMIT PROCESSION

Permit Change New Permit Renewal Exploration Bond Release Transfer						
Permittee: Canyon Fuel Company, LLC		G/005/000				
Mine: Dugout Canyon Mine  Title: Revisions to Degassification Wells G-1, G-2, & G-3 Amende		Number: <u>C/007/039</u>				
Title: Revisions to Degassification Wells G-1, G-2, & G-3 Amendment  Description, Include reason for application and timing required to implement:						
bescription, metade reason for appreciation and thining required to implement.						
Instructions: If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.						
Yes No 1. Change in the size of the Permit Area? Acres: Disturbed Area: 2.78  increase decrease.  Yes No 2. Is the application submitted as a result of a Division Order? DO#  Yes No 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?  Yes No 4. Does the application include operations in hydrologic basins other than as currently approved?  Yes No 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?  Yes No 6. Does the application require or include public notice publication?  Yes No 7. Does the application require or include ownership, control, right-of-entry, or compliance information?  Yes No 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?  Yes No 9. Is the application submitted as a result of a Violation? NOV #  Yes No 10. Is the application submitted as a result of other laws or regulations or policies?						
<ul> <li>Explain:</li> <li>Yes No</li> <li>No</li> <li>11. Does the application affect the surface landowner or change the post mining land use?</li> <li>Yes No</li> <li>12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)</li> <li>Yes No</li> <li>13. Does the application require or include collection and reporting of any baseline information?</li> <li>Yes No</li> <li>14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?</li> <li>Yes No</li> <li>15. Does the application require or include soil removal, storage or placement?</li> <li>Yes No</li> <li>16. Does the application require or include vegetation monitoring, removal or revegetation activities?</li> <li>Yes No</li> <li>17. Does the application require or include construction, modification, or removal of surface facilities?</li> <li>Yes No</li> <li>18. Does the application require or include water monitoring, sediment or drainage control measures?</li> <li>Yes No</li> <li>19. Does the application require or include certified designs, maps or calculation?</li> <li>Yes No</li> <li>20. Does the application require or include subsidence control or monitoring?</li> <li>Yes No</li> <li>21. Have reclamation costs for bonding been provided?</li> <li>Yes No</li> <li>22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?</li> <li>Yes No</li> <li>23. Does the application affect permits issued by other agencies or permits issued to other entities?</li> </ul>						
Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you. (These numbers include a copy for the Price Field Office)  I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.  Print Name  Subscribed and sworn to before me this 28 day of wayst, 2003  Notary Public  My commission Expires:  Attest: State of County of Covoor State of County of Covoor County of Covoor County of Covoor County of Covoor Covoo						
For Office Use Only:	Assigned Tracking	Received by Oil, Gas & Mining				
	Number:	RECEIVED				
		AUG 2 9 2003				
		DIV. OF OIL, GAS & MINING				

## APPLICATION FOR COAL PERMIT PROCESSING Detailed Schedule Of Changes to the Mining And Reclamation Plan

	Permittee: Canyon Fuel Company, LLC						
Mine:	Dugout Canyo		Permit Number: C/007/039				
Title: Revisions to Degassification Wells G-1, G-2 and G-3 Amendment							
Provide a detailed listing of all changes to the Mining and Reclamation Plan, which is required as a result of this proposed permit application. Individually list all maps and drawings that are added, replaced, or removed from the plan. Include changes to the table of contents, section of the plan, or other information as needed to specifically locate, identify and revise the existing Mining and Reclamation Plan. Include page, section and drawing number as part of the description.							
DESCRIPTION OF MAP, TEXT, OR MATERIAL TO BE CHANGED							
☐ Add	□ Replace	☐ Remove	Degas Wells - Chapter 2, 3, and 4				
⊠ Add	☐ Replace	☐ Remove	Degas Wells - Chapter 2, Attchment 2-2 attached information				
☐ Add	□ Replace	Remove	Degas Wells - Chapter 3, Attachment 3-1, replace pages 12, 13 and 14 in Mt. Nebo vegetation report.				
☐ Add	☐ Replace	Remove	Degas Wells - Chapter 3, Figures 3-1 and 3-2 to the back of the text				
☐ Add	☐ Replace	Remove	Degas Wells - Chapter 5, Page 5-iii, 5-9, 5-10,				
Add Add	□ Replace     □ Replace	☐ Remove	Degas Wells - Chapter 7, page 7-2, 7-5 and 7-13				
Add Add	□ Replace     □ Replace	Remove					
☐ Add	Replace	Remove	Degas Wells - Chapter 8, page 8-1  Mⅅ Approximate September 1				
∐ Auu	⊠ Kepiace	Remove	M&RP - Appendix 5-6, Reclamation Bond Estimate  M&RP - Move Plate 3-2 from Confidential Folder to Chapter 3 of the M&RP. Put in				
⊠ Add	☐ Replace	☐ Remove	sequence with other maps in Chapter 3				
☐ Add	□ Replace	☐ Remove					
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☐ Add	☐ Replace	Remove					
Any other specific or special instruction required for insertion of this proposal into the Received by Oil, Gas & Mining							
Mining and Reclamation Plan.			RECEIVED				
8/28/03 The Degassification Amendment is a stand alone document and will not be incorporated into the M&RP Volumes. However, Appendix 5-6 included in this submittal will be incorporated into the M&RP upon approval of this amendment.							
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